

HILLO RAILROAD TO BE SAVED FOR OWNERS OF BONDS

(Continued from page one)

sending the owners of the \$1,000,000 bond issue of 1901 and the other, the \$500,000 bond issue of 1908.

"For several months these gentlemen have been working on the plan of a bondholders' protective agreement, and have now concluded their labors. The agreement constitutes the following gentlemen a committee to represent the bondholders:

"A. W. T. Bottomley of the banking house of Bishop & Co.; A. N. Campbell of the Henry Waterhouse Trust Co., Ltd.; J. R. Galt of the Hawaiian Trust Co., Ltd.; A. Lewis, Jr. of the Bank of Hawaii, Ltd.; E. I. Spaulding of the Bank of Honolulu, Ltd.; John Waterhouse of Alexander & Baldwin, Ltd.; and E. H. Wedehouse of T. H. Davies & Co., Ltd.

"The Hawaiian Trust Company, Ltd., has been named as depository. The parties of the third part are to be all of the owners of bonds of the Hilo Railroad Company who desire to avail themselves of the provisions of the agreement and who deposit their bonds with the depository. J. R. Galt of the Hawaiian Trust Company, Ltd., is the president officer of the committee. A. F. Judd of the Guardian Trust Company, Ltd., has been appointed by the committee their executive secretary.

"If the coupon interest delinquent since April 1, 1915, is not paid by the railroad on October 1, 1915, the agreement authorizes the committee to take such action as they may deem advisable to cause the trustees under each of the bond issues to take possession of the property, or to cause a receiver to be appointed by the court and to cause the property of the railroad to be sold. In case of a sale the committee is authorized for the bondholders to bid at the sale.

"Should a sale result in the committee's buying the road, they are given authority by the bondholders to organize a new company to take over the railway, with a capital of such amount as the committee shall in their absolute discretion think fit, paying for the property:

"A. First mortgage, 5 per cent bonds of an issue of such amount as the committee shall determine, but not exceeding \$2,500,000.

"B. Seven per cent paid up and non-assessable preferred stock of an issue of such amount as the committee shall determine.

"C. Six per cent non-cumulative preferred stock of an issue of such amount as the committee shall determine.

"D. Common stock of an issue of such amount but not exceeding the sum of \$400,000 and either paid up or assessable, or partly paid up and as to the balance assessable as the committee shall determine.

"E. The committee find it desirable to purchase the railroad and form a new company, by the agreement they are given authority to exchange the bonds and coupons deposited with them for securities of the new company in the following manner:

"(a) The owners of bonds of 1901 issue are to receive the new 5 per cent bonds at par to an amount of 90 per cent of the principal of the bonds deposited by them, and are to receive the 7 per cent preferred stock at par to an amount of 45 per cent of the par value of the principal of the bonds deposited by them, and also to the full amount of the interest on those bonds from the date up to which interest has been paid thereon to the date when the 7 per cent preferred stock may be issued.

"(b) Similarly the owners of the 1908 bonds will receive bonds and stock, only as to them the proportion will be 50 per cent in each case.

"It will be noted that if the railroad should under the new company be able to earn a dividend of 7 per cent on the 7 per cent preferred stock, the present bondholders will then receive by such dividend and by the interest coupons on the new bonds substantially the same amount which they are now entitled to receive from their 5 per cent bonds.

"As it is not known by the committee how long it will take to carry out the plans suggested or whether or not the purchase of the railroad will be made by them and a new company formed, or what the costs of these various matters will be, the agreement is so phrased as to enable the committee to raise funds among depositing bondholders to pay the committee's expenses. The limit of the assessments is made \$5 per \$1000 bonds deposited.

"The agreement gives the committee ample powers to employ the assistance necessary to carry out the agreement.

"The agreement may be amended upon due notice to the depositing bondholders; the bondholders not agreeing to the amendment are permitted to withdraw upon paying their proportional share of the cost incurred. It is provided that the committee may add to its membership and may fill vacancies. In such matters their action must be unanimous.

"When 60 per cent of all of the bondholders of the Hilo Railroad Company have deposited their bonds, the agreement becomes effective. This will require a deposit of bonds of the par value of \$2,700,000.

"It is provided that at any time the owners of two-thirds of all of the bonds deposited may terminate the agreement. The committee likewise may do so at any time if they determine that it is not advisable that the agreement should continue in force for a longer time.

"The offer made in the agreement is to all the owners of the bonds of the Hilo Railroad, without distinction, who may deposit their bonds before

WATER YOUR ICE!

Literary Digest for September
Contains Interesting
Article

Under the heading "Watch Your Ice," The Literary Digest explains that ice is not necessarily pure just because it is cold. It may contain the germs of disease. Ice is used with food for two purposes—to cool it and to eat. If it is used simply as a cooling agent, as in a refrigerator, without touching the food, it may be very dirty without doing harm. But if it is to be eaten, or to come into contact in any way with food or drink, then it should be absolutely pure. The different methods of ice production and the ways in which ice may become dirty or infected, are clearly described in an article published in The Nurse (Baltimore, August). Says the writer:

"While it is unusual abroad to place ice in drinks and food, it is the universal custom in our country to drink ice-water, to use crushed ice in our soft and other drinks, and to apply it directly to foods which are eaten cold or uncooked.

"It is used in every household and has come into contact with many of our foods before we secure them. Sanitarians and intelligent people generally now know the important part played by food in conveying the infection of preventable diseases, such as typhoid fever, dysentery, and other intestinal diseases. Some outbreaks of these diseases have been attributed to ice, and it seems pertinent, therefore, to decide whether there is danger to the individual in the use of this important article of diet.

"The various methods of cooling the brine or other substances in ice-machines do not necessarily affect the sanitary qualities of the ice, but the two methods of applying water to ice are of great importance. They are called the 'can' and the 'plate' methods. In the former method water is placed in cans submerged in brine maintained below 0° C. and left there for a time, dependent upon the size of the can.

"As has been stated, freezing expels almost all of the impurities, but as the can is full the impurities present are impelled toward the center and top of the can as the surfaces nearest the brine freeze first. Even air causes cloudiness, and the presence of iron salts a red and of lime and magnesium a whitish core. To obviate this and secure pure, clear ice, the water is generally distilled, the water being the condensers furnishing over half of the amount necessary. Of course, distillation destroys all disease organisms present in the water.

"Recently, however, in one system, the cans have been made larger and an alga, passed down the center, the cakes left hanging out into smaller ones, eliminating the dirty core.

"Another can-system, about six inches of water is kept fluid by agitation by air-pipes, and thus a block remains into which impurities are expelled.

"Both of these systems are held to eliminate the necessity for distillation of water, and this is a fact to be remembered.

"The Hawaiian Electric Company use the 'Agitation System' in the manufacture of their 'Crystal Ice' which they furnish for household purposes; besides this the water from which the ice is manufactured is first distilled and then filtered, which in conjunction with the 'Agitation System' of freezing insures an ice that is absolutely pure and sanitary—ready.

BEATS IWILEI WOMAN; GIVEN POLICE COURT LESSON IN DECENCY

Nina Garson, a woman of the Iwilei district, brought a charge of assault and battery against W. G. Emmans, and he was sentenced by Judge Monseratt to pay a fine of \$50 and costs this morning. After she had lifted a heavy veil on the witness stand and exposed a swollen and discolored eye where she said Emmans had struck her, Attorney Charles Chillingworth said for the prosecution:

"In the case of a fellow such as this, a boy who has been raised in this town, whose mother has given him a fine bringing up, I think that the penalty should be severe. It is time that he should learn the lesson of decency, if not decency in the police court, if he cannot learn his same lessons in a gentler fashion at his home.

"The first of October, 1915, in the office of the Hawaiian Trust Company, Limited, and to all others thereafter with the consent of the committee.

"The Hawaiian Trust Company will issue certificates of deposit, the form of which is set out in the agreement. Bondholders who have deposited their bonds may thereafter sell their bonds by a transfer of the certificate; bonds so sold will still continue to be subject to the agreement.

"The bondholders may get the benefit of the agreement by depositing their bonds and receiving certificates of deposit from the Hawaiian Trust Company, Ltd.

"The agreement specifically provides that the committee shall named will serve without compensation.

"For the year ending June 30, 1915, the railroad took in cash above all expenditures for operating expenses and maintenance, the sum of \$213,000, without charging against this amount anything for depreciation. However, the physical status of the railroad and its equipment have been well maintained. This would seem amply sufficient to pay the interest coupons on the new 5 per cent bonds which will amount at most to the annual fixed charge of \$125,000 and to provide funds which, if insufficient to pay the 7 per cent on the preferred stock, can at least pay a substantial part thereof.

NEW TEN MILLION GALLON PUMP FOR SEWER STATION

Puunui District Will Have Trunk
Main and More Water Will
Be Conserved in Nuuanu

Plans and specifications for the new 10,000,000-gallon pump at the sewer station are practically complete, according to Harry E. Murray, superintendent and general manager of the water and sewer systems. It is the plan of the department to go ahead with the installation of the pump as soon as possible, as the present one is already overtaxed.

The department also has under consideration plans and specifications for the sewer in the Puunui district. Two sewer lines will extend throughout the district, and its cost will be practically \$45,000.

In Nuuanu valley it is planned to spend \$100,000 in a project to conserve the use of the city those waters that have formerly been going to waste. To accomplish this conservation it will be necessary to build a ditch, a dam, and a pipe line. Hike-brand Glen will be tapped for water.

This sewer and water system expenditure will be made from the \$153,000 appropriated for the purpose by the last legislature. Superintendent Charles R. Jones of the department of public works has approved the project, and Governor Brigham is considering the scheme. The money is to be taken from the loan fund.

A change has been made in connection with the sewer, according to Superintendent Murray, and has caused \$2,500 more in expenses from estimates. The change is made from the original standard charge of \$4.75 for each inch of sewer line to \$5.00 for each inch of sewer line.

This charge covers the cost of tools and other equipment, the services of the tapper and his assistant and pays for the watching job that the city does after the connection has been made. The superintendent says that this charge is figured out with a view to making them as near the actual cost to the water department as possible.

WATER ELECTRIC WILL LIGHT ALL OAHU ARMY POSTS

(Continued from page one)

The distributing lines will be built under the supervision of the Schofield army post, and the army will be responsible for the maintenance of the lines.

A line will lead from the main line about a mile and run to Fort Kamehameha, which will be served under the new arrangement.

Originally the government's plan was for the Pearl Harbor naval plant to supply light and power for Schofield, but owing to the length of time that will be necessary to carry out this plan, the war department, it is understood, feels that the advantageous terms of the Hawaiian Electric should be accepted. Pearl Harbor construction depends on congressional appropriations, the process of getting which requires time.

The electric company now has lines running only to Moanalua, west of the city, so that the building of a line to Schofield and probably ultimately to Kahuku, should develop considerable incidental business along the route. Local business officials and those of the Pacific coast favor the plan to secure their power from the Honolulu concern. Mr. Blake, during his coast trip, discussed the matter with Engineer Taylor and A. H. Glavin, the Marconi superintendent for the Pacific coast, as well as with Vice-president Nally, who is in New York. All three of these Marconi men visited Honolulu a few months ago and are familiar with the situation.

MORNING ON CHANGE

Oahu is way back to where it was early last spring, namely, the \$9 mark, having registered a decline of 5-8 over the Saturday holiday and Sunday. Oahu Sugar is also down, and Wahiawa has lost 1-4. Hawaiian Commercial remains inactive, despite well founded rumors that the October extra dividend of 25 cents a share will be followed by a Christmas special of 50 cents. Ewa has sagged to \$20.50 and the rest of the market is sluggish.

QUEEN HAS CONSENTED TO HELP ON FLAG DAY

Mayor John C. Lane this morning called upon Queen Liliuokalani with the request that the queen receive the flags for the Pan-Pacific Club in the Flag Day ceremonies, Saturday, September 25.

"The queen gladly consented to serve thus on the program," said the mayor on his return from Washington Place, "and I am sure that her presence at the ceremonies will add greatly to the occasion. We are going ahead now with the other plans for the day, and are meeting with hearty response from those whom we have asked to take part."

LOCAL AND GENERAL

Leah Chapter No. 2, O. E. S., will hold a regular meeting tonight at 7:30 o'clock.

Attorney William T. Rawlins was sworn as Hawaiian interpreter in the local federal court today.

The next meeting of the board of supervisors will be held tomorrow night, beginning at 7:30 o'clock.

The case of Lakiimo against Farm Comm. an action to set aside a deed, is being tried in Circuit Judge Stuart's court this afternoon.

Notice of the discontinuance of the case of Mrs. Harry Wright against the Honolulu Wire-Bed Company was filed in circuit court today.

The case of Saburu Adachi against the Maui Shimbun has been discontinued in circuit court, notice to that effect having been filed today.

A meeting of the members of the Knights of Kamehameha will be held at the Y. M. C. A. tomorrow evening, at which time three new knights will be initiated.

A concert will be given by the Hawaiian band at the Iolani asylum at 2:30 o'clock tomorrow afternoon. In the evening the band will play at the Kalia pumping station, beginning at 7:30 o'clock.

Charged with having committed a statutory offense, Lum Mow Chung, a Chinese, has been released by the federal authorities on bond in the sum of \$250. The defendant entered a plea of not guilty today.

Further hearing of the case of Lee Leong, petitioner for a writ of habeas corpus, will be had in federal court at 10 o'clock on the morning of September 22.

The case of Lee Hing, charged with having stolen from the Iolani asylum at 2:30 o'clock tomorrow afternoon. In the evening the band will play at the Kalia pumping station, beginning at 7:30 o'clock.

Jane Doe Blair, charged with selling liquor on a military reservation without a license, entered a plea of not guilty in federal court today. The case has been continued until called up.

Charged with selling liquor on a military reservation without a license, Mrs. Alvira C. White, wife of James White, entered a plea of not guilty in federal court today. The case has been continued until called up.

Lee Tai, who is charged with having embezzled \$150 worth of diamonds into Honolulu, entered a plea of not guilty in federal court today. The case has been continued until called up. Lee Tai is out on bond.

Frank G. Machado, an employee of Schuman's garage, and Miss Edith P. Noone were married in the Catholic church, Fort street, Saturday evening. Elizabeth Pendergast acted as bridesmaid and William K. Apau was best man. Following the ceremony a reception and dinner was given at the home of the bride's parents in Palama, which was attended by a large number of the friends and relatives of the couple.

Annie Nul, charged with a statutory offense, has been given until 4 o'clock this afternoon by the local federal authorities to secure bond in the sum of \$100. Annie was arrested by the marshal yesterday in company with Lum Chu Ling, a Chinese, who is charged with a similar offense.

Celebrating her 51st birthday anniversary in excellent health, Mrs. Olive A. Clark on Saturday was guest of honor at a picnic at the home of Mr. and Mrs. W. P. Thomas at Wahiawa. The party also did honor to her son, Dr. Frank Clark, whose birthday anniversary had occurred two days earlier.

The case of Mary Costa Guindin against Manuel Guindin, an action for separation and divorce, went to trial in Circuit Judge Whitney's court this afternoon. Mrs. Guindin is seeking a separation, while her husband wants a divorce. Mrs. Guindin testified, among other things, that she and her husband have not spoken since last Christmas. Both charge cruelty.

MURPHY TAKES STAND AGAINST MAUI JUDGE

Attorney Eugene Murphy of Maui took the stand in supreme court today as the first witness in his case against W. A. McKay, district magistrate at Wailuku, in which he is attempting to have the judge removed. The case is being resumed this afternoon, with Mr. Murphy still on the stand. In his complaint, Mr. Murphy alleged embezzlement, forgery and the improper keeping of records on the part of the district magistrate. In his answer to the complaint, Judge McKay has, in general, denied all the charges.

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The Star-Bulletin gives you today's news today.

LOST

Diamond ring, set in platinum, near Pali; return to Star-Bulletin; reward. 6273-2t

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Piano; monthly payments. Address "Piano," Star-Bulletin. 6273-6t

ARIZONA CITY'S MANAGER PLAN GREAT SUCCESS

(Continued from page one)

old councils and given good service and there was no suspicion or graft. It was felt that something should be done to remove "ward politics" from the city government and to make impossible the acting of an alderman solely for the interests of his own ward and his own constituents.

A committee of 25 of the leading business, professional and labor men of the city was formed and began the study of the charters of other cities which had adopted the commission form of government. This committee was, later, enlarged to 100 members.

Naturally, the first thing to be decided was whether the city should have the "commission" or the "council-manager" form of administration and the latter was decided upon. The charter was adopted by an overwhelming majority of the voters and approved by the governor of the state and was put into effect a year and a half ago.

There was, of course, the inevitable dissatisfaction for a time and the equally inevitable dislocation of public business consequent upon so radical a change. The first manager appointed was not a success and it became necessary to remove him.

As a matter of fact, the manager was not particularly to blame but was unable to get along peacefully with the commission, and there was a lot of unnecessary friction.

The present manager has been in authority for a matter of nine months and has made a striking success of the position. He has harmonized and simplified the conduct of the city's business, has lopped off a number of useless employees, has secured better prices for all city supplies and printing, has increased the efficiency of every department and has, in a word, made a success.

The rate of taxation has been lowered 15 per cent below the average of several years past and more improvements have been undertaken and completed. All friction between departments has been eliminated and the wheels of the city government run smoothly. I do not believe that five per cent of the voters would consider for a moment going back to the old form. It is anticipated that next year will show a still further reduction of the tax rate and an increased betterment of the public service.

As compared to the commission form, in which each commissioner has charge of some one or more departments of the public service, we have found the "manager" plan greatly superior. I venture the suggestion that it will be found better ALWAYS—IF THE RIGHT MANAGER IS FOUND. This is the situation in a nutshell.



"Coffee Face"

—ever see one?

There are many with the tell-tale signs of indigestion, heart, liver or nerve troubles who don't suspect that coffee is a frequent cause of these and other ills.

Any ailing person can find if coffee has anything to do with his trouble, by a 10-days' change to

POSTUM

—the pure food drink;

It contains no caffeine or tannin (the coffee drugs)—nothing but the nourishing elements of whole wheat, roasted with a little wholesome molasses.

Postum comes in two forms: Postum Cereal—the original form—must be well boiled to bring out the flavor and food value—and Instant Postum—the soluble form—prepared in the cup with hot water instantly!

Grocers everywhere sell both kinds. They are equally delicious, and cost about the same per cup.

Most people can make good use of a strong body, clear brain and steady nerves.

"There's a Reason" for POSTUM

FIRE-PROOF STORAGE

WE STORE EVERYTHING.
JAMES H. LOVE

CITY TRANSFER COMPANY
PHONE 1291

BY AUTHORITY.

RESOLUTION NO. 224

Be it resolved by the Board of Supervisors of the City and County of Honolulu, Territory of Hawaii, that the sum of One Thousand One Hundred and Seventy-five Dollars (\$1175.00), be and the same is hereby appropriated out of all moneys in the General Fund of the Treasury of the City and County for the following purposes, to-wit:

Repairs, Alameda bridge, Wai-
hale District \$700.00
Repairs, Hakipuu truss bridge,
Koolauoko District 475.00

Presented by
ROBERT W. SHINGLE,
Supervisor.

Date of introduction:
Honolulu, Sept. 13, 1915.

At a regular adjourned meeting of the Board of Supervisors of the City and County of Honolulu, held Thursday, September 16, 1915, the foregoing Resolution was passed on Second Reading and ordered to print on the following vote of said board:

Ayes: Arnold, Hollinger, Horner,
Larsen, Logan, Shingle. Total 6.
Noes: None.

Absent and not voting: Ahia, To-
tal 1.

E. DUFFANDEAU,
Deputy City and County Clerk.
6213-Sept. 20, 21, 22.

RESOLUTION NO. 225

Be it resolved by the Board of Supervisors of the City and County of Honolulu, Territory of Hawaii, that the sum of Six Thousand Two Hundred and Forty Dollars (\$6240.00) be and the same is hereby appropriated out of all moneys in the Permanent Improvement Fund of the Treasury of the City and County for the following purposes, to-wit:

Wooden bridge, Kukui street,
over Nuuanu stream \$1700.00
Concrete slab bridge, River
street, over Puna stream 1440.00
Concrete bridge, School
street, over Puna stream 1600.00
Dry rubble retaining wall,
Punaloe stream, Wahiawa
District 1500.00

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Absent and not voting: Ahia, To-
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E. DUFFANDEAU,
Deputy City and County Clerk.
6213-Sept. 20, 21, 22.

NOTICE

To whom it may concern:
You are hereby notified that at a meeting of the Board of Supervisors of the City and County of Honolulu, Territory of Hawaii, duly held on the 13th day of September, A. D. 1915, a resolution was adopted by said board to curb upon the established lines abutting on and adjoining property on the following streets: Kamehameha avenue, Auwalimu street, San Antonio street, Lanakila street, Concorde street, Madeira street, Asawa street, Ferry street, Fraser street between Captain Cook avenue and Magellan avenue; Bernice street between Magellan and John A. King street; and Pele street between John A. King street and Prospect street, in the district of Honolulu, said City and County of Honolulu, in accordance with the provisions or statutes of the Territory of Hawaii, and the ordinances of the City and County of Honolulu.

You are further notified that if you fail to comply with such direction for sixty (60) days after this notice, the City and County of Honolulu will proceed to construct such curb at the expense of the abutting owner as provided by law.

BOARD OF SUPERVISORS OF
THE CITY AND COUNTY OF
HONOLULU, TERRITORY OF
HAWAII.

Dated this 20th day of September,
A. D. 1915.

6273-Sept. 20, 27, Oct. 4.

NOTICE

To whom it may concern:
You are hereby notified that at a meeting of the Board of Supervisors of the City and County of Honolulu, Territory of Hawaii, duly held on the 13th day of September, A. D. 1915, a resolution was adopted by said board to curb, construct, maintain or repair, a sidewalk or both as the case may be, upon the established lines abutting on and adjoining property on Punaloe street between Lualaba and Bernice streets, in the district of Honolulu, said City and County of Honolulu, in accordance with the provisions or statutes of the Territory of Hawaii, and the ordinances of the City and County of Honolulu.

You are further notified that if you fail to comply with such direction for sixty (60) days after this notice, the City and County of Honolulu will proceed to construct and curb such sidewalk at the expense of the abutting property owner as provided by law.

BOARD OF SUPERVISORS OF
THE CITY AND COUNTY OF
HONOLULU, TERRITORY OF
HAWAII.

Dated: September 20, A. D. 1915.

6273-Sept. 20, 27, Oct. 4.

TRY MURINE EYE REMEDY

For Red, Watery, Watery Eyes and
GRANDUCATED EYELIDS
Murine Drops Sold Everywhere